

From: Wayne Hedberg
To: T GALLEGO
Date: 11/14/96 11:10am
Subject: Dick Shumway - Factory Butte Mineral Project (S/055/006)

Just a "heads-up" note. I received a call from Dick Shumway today regarding his small mining permit for the Factory Butte (coally products/humic shale?) project. This operation has apparently been in suspension for a few years now. Dick was interested in knowing what (if anything) he needed to do before reactivating operations at the site. After reviewing our files, I advised him that all was in order as far as we were concerned. Because this project involves a state lease, I told him to check with John Blake of SITLA to make sure they have no problems with proceeding ahead. He said he had John's number and would give him a call.

He also stated that he was preparing some paper work to send to DOGM **seeking an exemption from our coal regulations to allow him to sell the incidental coal he removes as part of his operation commercially.** I told him to address this request through Mary Ann Wright. He said he would do this and request a subsequent meeting sometime after to discuss same with her (and/or other appropriate coal personnel). As I recall, we went through some difficulties during the initial permitting of this operation regarding the **incidental mining of coal for personal use.** I'm not sure why Mr. Shumway is now seeking an A.O.K. to sell the coal commercially, but I guess we'll find out sometime soon. Just wanted to keep you advised that this was forthcoming.

CC: MWRIGHT, ASPOSUPT.TLMAIN.JBLAKE